

GUS - 0198
Copy 5 of 3

26 March 1959

MEMORANDUM FOR: Chief, Contracts Branch, DPD-DD/P

SUBJECT : Convair, Fort Worth Project GUSTO Contract

REFERENCES : A. GUS-0170 dated 10 March 1957
B. [REDACTED] IN 05265) dated 27 Feb 1959
C. 4 Thermofax copies of Schedule and Costs

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1. We were advised of an apparent overrun in one of the tasks called for in current GUSTO contract with Convair, Fort Worth. This was reported by Reference B as being additional work in the area of radar model modification and additional test work. Reference A requests comment or approval on statement of work and schedule for 4 1/2 months beginning 1 January 1959 for the Convair, Fort Worth GUSTO work. The thermofax papers update and explain in greater detail the work to be done by Convair under this program.

2. I concur in the sense of Reference B that the radar model modification and test work does constitute additional work over and above that contemplated at the time of original contractual negotiations prior to 1 January 1959. The statement of work enclosed with Reference A is entirely satisfactory with the stipulation that the 4 thermofax papers be included as may be necessary for any definitization of the Convair contract. It will be noted that an additional change in the amount of [REDACTED] is implied in these latter documents and that this too constitutes additional work. With this I agree.

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3. To recapitulate the status of changes which have occurred since 1 January --

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Change No. 1 -- the amount of [REDACTED] including fee is added to Convair work to construct 2 engine inlets and equivalent amount of money and this work was subtracted from the [REDACTED] scope.

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Change No. 2 -- during the period 26 January through 15 February referred to in Reference totaling [] including fee covers unanticipated new work in the radar model task and

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Change No. 3 -- the total [] covers additional unanticipated new work again in the radar model task thru 15 May and is approved in the technical sense.

It is to be noted that Change No. 3 constitutes a maximum expectation for the radar testing through the end of the present contract, 15 May, and may not in fact be completely expended. It is to be noted further that on the basis of discussions with Convair personnel on 24 March that because of underages in other tasks the overall contract price, including Change No. 1, may not in fact be exceeded by 15 May.

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4. It is requested that you keep in weekly touch with Convair in order to verify this last point and also in order that we may be aware of any need to institute a revised program approval to cover this work or to cover additional expenses which may be incurred due to [] undertaking development of auxiliary power turbines and Minneapolis Honeywell development of airplane autopilot and control system.

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[]
Chief, R & D, DPD-DD/P

Attachments:

- cy 1, GUS-0170 w/att
- 4 thermofax papers

EPK:aml (26 Mar 1959)

- 1 - C/Contracts Branch, DPD-DD/P
- 2 - R & D, DPD-DD/P
- 3 - R & D Chrono